

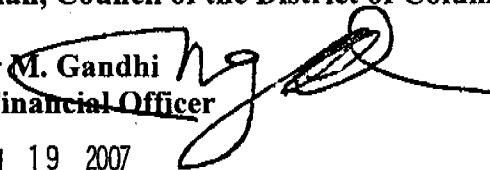
**Government of the District of Columbia
Office of the Chief Financial Officer**

Natwar M. Gandhi
Chief Financial Officer



MEMORANDUM

TO: The Honorable Vincent C. Gray
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi 
Chief Financial Officer

DATE: JUN 19 2007

SUBJECT: Fiscal Impact Statement: "Collective Bargaining Agreement
Between the District of Columbia and Compensation Unit 34
Emergency Approval Resolution of 2007"

REFERENCE: Draft Approval Resolution – No Number Available

Conclusion

Funds are sufficient in the FY 2007 budget and the FY 2008 through FY 2011 budget and financial plan as agreed to by the Mayor and the Council of the District of Columbia to implement the provisions of the proposed approval resolution. No additional resources will be required to implement the proposed compensation agreement. The proposed resolution will have no impact on the local General Fund ledger.

Background

The proposed resolution would approve the conversion of Series 905 attorneys employed by the Public Service Commission (PSC) in Compensation Unit 34 to the Compensation Unit 33 Pay Schedule used by the Attorney General of the District of Columbia. The Compensation Unit 34 schedule would be subsequently retired. The compensation increases caused by the conversion would affect 8 FTEs. This population of employees currently has an annual aggregate base compensation of approximately \$633,000.

Financial Plan Impact

Funds are sufficient in the FY 2007 budget and the FY 2008 through FY 2011 budget and financial plan to implement the provisions of the proposed resolution. The proposed

resolution will have no impact on the local General Fund ledger. No additional resources will be required to implement the proposed compensation agreement.

The PSC is funded entirely from non-local funds. Funding is derived from assessments of incumbent utility companies through Commission orders, which account for 98 percent of the operating budget. These assessments are directed to the Potomac Electric Power Company, Washington Gas and Verizon. The remaining 2 percent is assessed on competitive local exchange carriers, and gas and electricity suppliers, which comprises 40 to 50 companies.